

FISCAL NOTE

SB 2751 - HB 2727

February 15, 2008

SUMMARY OF BILL: Amends the retirement law by authorizing, under certain circumstances, mandatory retirement and early retirement for campus security officers employed by the University of Tennessee system or the state university and community college system.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$301,500/Annual Amortized Cost

Assumptions:

- Average salary of campus security officer of \$35,000.
- An estimated 277 campus security officers will be affected.
- Extra contribution rate of 3.11% applied to a public safety officer payroll for the mandatory retirement and bridge retirement rate.
- Annual cost to amortize the additional liability over 20 years is estimated to be \$301,500 ($\$35,000 \times 277 \times 3.11\%$).
- Increases lump sum pension liability by approximately \$3,073,500.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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